

December 18, 2013

Office of the State Auditor and Inspector State of Oklahoma 2300 N. Lincoln Blvd. Room 110 State Capitol Oklahoma City, OK 73105

Independent Accountants' Compilation Report

I have compiled the 2012-2013 Annual Survey of City and Town Finances of Town of Canton, (SA&l Form 2643) included in the accompanying prescribed form. I have not audited or reviled the financial statements and supporting information in the accompanying prescribed form and accordingly, do not express an opinion or provide any assurance about whether the financial statements and supporting information are in accordance with the form prescribed by the Oklahoma State Auditor and Inspector.

Management is responsible for the preparation and fair presentation of the financial statements and supporting information in accordance with the form prescribed by the Oklahoma State Auditor and Inspector and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements as presented in the Annual Survey of City and Town Finances.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements and supporting information without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supporting information.

The financial statements and supporting information included in the accompanying prescribed form are presented in accordance with the requirements of the Oklahoma State Auditor and Inspector, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles. If the omitted disclosures Ire included in the financial statements, they might influence the users conclusions about the financial position and results of operations. Accordingly, these financial statements and supporting information are not designed for those who are not informed about such matters.

This report is intended solely for the information and use of management and the Office of the Oklahoma Auditor and Inspector and is not intended to be and should not be used by anyone other than these specified parties.

Sinda A. Woodruff
Linda S. Woodruff

Certified Public Accountant

Form SAI 2643

2013

	DUE DATE:	Six months after Fiscal-Year-End
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IMPORTANT

This report is to be compiled by your auditor from the audited financial statements of the municipality as required by Oklahoma Statutes, Section 17-105.1 of Title 11. SSARS 19 ¶ 3.27 requires an accountant's compilation report to accompany this form.

This report details the funds available to the municipality and the use of those municipality (public trusts, etc.) for the fiscal year ending June 30 **2013.** See supplementary instructions (coverage of this report) for information related to entities and activities to be included in this report on page 6 of this document.

This report, principally for planning purposes at the local, State, and national level, is used by the Office of the State Auditor, the Oklahoma Municipal League, public interest groups, State and Federal agencies and universities.

When completed, please file electronically at www.sai.ok.gov.

RETURN TO

Office of the Auditor and Inspector State of Oklahoma at www.sai.ok.gov.

TAX REVENUES

OFFICE OF THE STATE AUDITOR AND INSPECTOR STATE OF OKLAHOMA

GARY JONES, AUDITOR AND INSPECTOR
ANNUAL SURVEY OF CITY AND TOWN FINANCES

Town of Canton		
Name		
PO Box 128		
Address		
Canton	ОК	73724
City	State	Zip Code

(Please correct any error in name, address, and ZIP Code)

Items 1–3 — Report collections from all taxes imposed by your government. Include current and delinquent amounts, penalties, and interest. Do not include receipts from service charges, special assessments, interest earnings, fines, or any other sources that are not taxes or licenses.

Item	Amount (Omit cents)	Item	Amount (Omit cents)
Property taxes — General fund, building fund, and sinking fund	TØ1	d. Use tax	ΤØ9
2. Local sales taxes — Taxes on goods and services, measured as a percent of sales or receipts, or as an amount per unit sold (gallon, package, etc.). Report only these taxes imposed by your government; shares of taxes imposed by another government are to be reported under part 1A below. a. General sales tax	209,595	3. Occupation and business licensing and permits a. Enter here licenses and inspection charges on occupations and businesses — for example, inspection of restrooms, restaurants, and food manufacturing plants; food handler permits; plumbing permits; taxicab licenses; tags; animal tags; vending licenses, and liquor licenses; business licenses; etc.	T28
b. Franchise fee or tax	^{T15} 31,403	b. Other licensing and permits	^{T29} 1,555
c. Cigarette tax	^{T19} 2,476	4. Other — Specify	Т99
d. Hotel/Motel	T19		

Part IA INTERGOVERNMENTAL REVENUE

Report all amounts received by your government from other governments, including grants, shares of taxes imposed by other governments, payments in lieu of taxes and reimbursements for services performed for other governments, excluding loans. Also exclude here and report as "Tax Revenues" in part I, any taxes imposed by your government which were collected for it by another government.

Column (a) — Report all amounts your government received from the State (other than as collection fees), including any amounts financed wholly or in part from Federal grants to the State.

Column (c) — Report only amounts received directly from the Federal Government.

		Amount (Omit cents)			
Purpose for which received	From State (a)	From other local governments (b)	From Federa Government (directly) (c)		
General support — Total amounts received (as per capita grants, shared taxes, etc.) without restrictions as to particular programs or purposes to be financed. 1. Alcoholic beverage tax	сзø 7,155	D3Ø	B3Ø		
2. Street and highways	^{C46} 5,076	D46	B46		
3. Health or hospital	C42	D42	B42		
4. Grants received for water utilities	C91	D91	B91		
5. Grants received for waste water utilities	^{C8Ø} 59,500	D8Ø	B8Ø		
6. Grants received for housing, economic, and community development	^{C5Ø} 10,000	D5Ø	B5Ø		
7. Airports	C89	D89	BØ1		
8. Mass transit rail and/or bus system	C94	D94	B94		
9. Grants received for transportation	C89	D89	B89		
 10. ALL OTHER (From State – code C89; From Federal Government – Code B89) —	C89	D89	B89		
b. Public safety	^{C89} 4,484	D89	B89		
c. Job training	C89	D89	B89		
d. Library grants	C89	D89	B89		
Other – Specify	C89	D89	B89		
e	C89	D89	B89		
f.	C09	Doa	D0A		

Part IB OTHER REVENUES — Other than tax and intergovernmental revenues

Enter below amounts of the stated types of revenue (net of refunds and interfund transfers) received by your government during the fiscal year. Be sure to include revenues of all funds other than the exceptions noted in the special instructions.

1. Utility sales revenue — Gross receipts of any water, electric, gas, or transit systems operated by your government, from utility sales and charges. Exclude any amounts paid to such utilities by the	Amount (Omit cents) A91	2. Other sales and service revenue — Gross receipts from sales, rentals, maintenance assessments, and other charges for municipal services, aside from utility receipts (carried in item	Amount (Omit cents) A8Ø
parent government.	313,613	and exclusive of amounts received from other governments.	
a. Water supply system	A92	a. Sewerage charges	
b. Electric power system		b. Refuse collection charges	A81
c. Gas supply system	A93	Hospital charges received on behalf of individual patients under the Medicare program or other	A36
d. Transit	A94	insurance-type arrangements. Exclude Medicaid and amounts for hospital purposes received from other governments.	

Part IB ${\bf OTHER\ REVENUES-Other\ than\ tax\ and\ intergovernmental\ revenues-Continued}$ Enter below amounts of the stated types of revenue (net of refunds and interfund transfers) received by your government during the fiscal year. Be sure to include revenues of all funds other than the exceptions noted in the special instructions. 5. Interest earnings — Interest received on all deposits and investment holdings of your government and its agencies excluding earnings of any employee pension fund. 2. Other sales and service revenue — Continued Amount (Omit cents) Amount (Omit cents) A61 U2Ø d. Recreation charges (swimming, golf, auditoriums, 5,290 1,339 6. Rents — Exclude housing, airport, and all other rental revenue reported from specific municipal U4Ø Include rentals and gross sales of 6,194 gas and oil. services in item 2. **7. Royalties** — Compensation or portion of proceed from extraction of natural resources such as oil. A6Ø f. Parking facilities (parking lots, garages, parking meters) 8. Fines and forfeitures — (City or town share only) A5Ø ^{U3Ø}49,986 g. Municipal housing project rentals (gross) ^{U5Ø}3,992 A89 9. Private donations 10. Miscellaneous other revenue — Revenue of your government and its agencies not covered by items above, except tax and intergovernmental revenues, Include insurance adjustments, etc. DO NOT include: (1) proceeds from borrowing; (2) receipts from sale of holdings; (3) transfers between funds or agencies of your government; or (4) employee's contributions to, and interest earnings of, any employee pension fund. h. Ambulance services - Revenue of AØ3 i. Miscellaneous commercial activities (cemeteries) A89 1,000 j. Other (including miscellaneous fee collections) 3. Special assessments — Compulsory contributions and reimbursements from owners or UØ1 ^{U99} 220 contributions and reimbursements from owners or property benefited by improvements (streets, sewers, sidewalks, water extensions, etc.) Do not include proceeds from sales of special assessment bonds. Report maintenance assessments under item 2 on a. Fire Runs 390 Cemetery Lots

Part II DIRECT EXPENDITURES BY PURPOSE AND TYPE

 Receipts from sale of property — Amounts from sale of realty, other than by tax sales, including property sold to other governments.

Please note that payments made to other governments (State or local) should NOT be included in amounts reported here, but should be reported at part III.

Enter below all amounts expended during the fiscal year for the purposes listed (net of interfund transfers). Be sure to include expenditures of all funds other than the exceptions noted in the instructions on the first page.

Column (a) — Gross salaries and wages without deduction of withholdings for income taxes, employee contributions for Social Security or retirement

coverage, etc. **Exclude: (1)** capital outlay (report in columns (c) and (d)); and **(2)** amounts paid to other governments (report in part III).

TOTAL miscellaneous other revenue Sum of items 10a-10c.

Column (b) — Enter in the appropriate functional category direct expenditure for supplies, materials, and contractual services.

610

Column (c) — Report construction outlays from all sources; i.e., bond proceeds, assessments, grants, etc.

income taxes, employee contributions for Social Security or retirement	proceeds, assessn	XPENDITURES BY	DI IDDOSE AND TV	/DE
		CAPITAL OUTL		
PURPOSE	Personal services (a)	Operations and maintenance (b)	Construction (c)	Purchase of land equipment, and structures (d)
GOVERNMENTAL ADMINISTRATION	(a)	(D)	F23	G23
Financial administration — Office of the finance director, auditor, comptroller, treasurer, tax assessment and collection, central accounting and purchasing services, budgeting, etc. (including related data processing, information technology).				023
 Judicial and legal — All municipal court and court-related activities including juries, probate officials, prosecutors, public defenders, municipal attorneys, and legal departments. Exclude probation and parole (report in item 16). 	E25	E25	F25	G25
 Central administration — City council, aldermen or commissioners, mayor, manager, city clerk's office, recorder, planning, zoning, and personnel. 	125,698	95,893	F29	G29
HEALTH AND WELFARE 4. Social services	E79	E79	F79	G79
 Own hospitals — Construction and operation of hospitals by your government. Nursing homes are to be reported in item 7. 	E36	E36	F36	G36
6. Other hospitals — Payments to hospitals operated privately. <i>Exclude here and report in item 6, any payments under public welfare programs.</i> Report payments to hospitals operated by other governments in part III.				
 Welfare institutions — Construction and operation of nursing homes and welfare institutions by your government for veterans and needy persons. 	E77	E77	F77	G77
8. Health (other than hospitals) — All public health activities except provision of hospital care. Include environmental health activities; health regulation and inspection, water and air pollution control, mosquito control, and inspection of food handling establishments. Also include public health nursing, vital statistics collection, and all other services performed directly by the public health department. Report in item 6 payments under public welfare programs.	E32	E32	F32	G32
TRANSPORTATION	E44	E44	F44	G44
9. Highways — Construction and maintenance of municipal streets, sidewalks, bridges. Also includes street lighting, snow removal, and highway engineering, control, and safety. Exclude here and report in item 21f, street cleaning expenditure. Include in part III any payments to the State or county for highway purposes. Report interest on highway debt in item 22e.		27,129		
10. Toll highways and facilities — Operation and maintenance of highways, roads, and bridges operated on fee or toll basis	E45	E45	F45	G45
11. Municipal airports	EØ1	EØ1	FØ1	GØ1
12. Parking facilities — Municipal garages, parking lots, etc., and all purchase and maintenance of meters (including on-street meters)	E6Ø	E6Ø	F6Ø	G6Ø
PUBLIC SAFETY	E62	E62	F62	G62
13. Police — Include municipal police agencies for preventing, controlling, or reducing crime; coroners, medical examiners; special police for highways, tunnels, bridges, and vehicular control; vehicular inspection activities; and traffic control and safety activities. Exclude highway engineering and planning (report in item 9).		79,402		
14. Fire — All costs incurred for firefighting and fire prevention, including contributions to volunteer fire units. Include any municipal contribution to a State fire pension fund.	E24	28,763	F24	G24

	F	XPENDITURES BY	PURPOSE AND TY	 PE
	L.	TENDITORES BT		LOUTLAY
PURPOSE	Damanal anniana	Operations and	CAPITAL	Purchase of land
. 6 662	Personal services	maintenance	Construction	equipment, and structures
	(a)	(b)	(c)	(d)
 PUBLIC SAFETY — Continued 15. Correction institutions — Operation of facilities for confinement, correction and rehabilitation of adults or juveniles. 	EØ4	EØ4	FØ4	GØ4
16. Other corrections — Probation and parole activities – But exclude "lock-up" operations (report in item 16).	EØ5	EØ5	FØ5	GØ5
17. Protection inspection and regulation, n.e.c. — Regulation of private enterprise for the protection of the public and inspection of hazardous activities (including building inspection), except when related to major functions, such as health, natural resources, etc.	E66	E66	F66	G66
AMBULANCE 18. All expenditures for city operated or subsidized ambulance services	E32	E32	F32	G32
CULTURE AND RECREATION 19. Parks, cultural activities, and other recreation — Include playgrounds, golf courses, swimming pools, museums, marinas, community music, drama, celebrations, and zoos.	11,529	19,052	F61	G61
20. Libraries — Include payments to nongovernmental libraries as well as libraries operated by the city. <i>Aid to other governmental libraries should be excluded and reported in part III.</i>	E52	E52	F52	G52
 UTILITIES 21. Gross expenditure for utility systems operated by your government. Exclude interest (report in item 19); also exclude utility contributions to the parent government and deduct the cost of providing services to the parent government (e.g., for street lighting, hydrant rental, etc.). 				
a. Water supply system	E91 69,163	E91158,977	F91	G9163,639
b. Electric power system	E92	E92	F92	G92 G93
c. Gas supply system	E93	E93	F93	G93
d. Transit system	E94	E94	F94	G94
 Sewers and storm sewers — Construction, maintenance and operation of sanitary and storm sewer systems and sewage disposal plants 	E8Ø	E8Ø	F8Ø	G8Ø
f. Solid waste and landfill — The collection and disposal of garbage and landfill operations	E81	E81	F81	G81
INTEREST ON DEBT				
 Amounts of interest paid, including any interest on short-term or nonguaranteed obligations, as well as general obligations. Water supply system 		191		
b. Electric power system		192		
c. Gas supply system		193		
d. Transit system		194		
		189		
e. All interest not covered by items 19a through 19d ALL OTHER EXPENDITURES				
23. Include any amounts which have not been allocated above by purpose, such as: your employer contribution to a State administered retirement system or to the Federal Social Security System; judgments and insurance premiums; and municipal service agencies, such as a central garage or an engineering department, which serve more than one functional agency, and whose expenses are not allocated to the various departments.				
Do not include: (1) Payments for retirement of debt, (2) payments for purchase of securities, (3) transfer between funds or agencies of your government, or (4) benefits and payments from distinct employee pension funds.				
a. Housing and community development — Gross expenditure for urban renewal, slum clearance, municipal housing projects, and similar activities.	E5Ø	E5Ø	F5Ø	G5Ø
b. Economic development	E89	E89	F89	G89
c. Civil defense	E89	E89	F89	G89
d. Cemetery operations and maintenance	EØ3	EØ3 6,894	FØ3	GØ3
e. Miscellaneous commercial activities	EØ3	EØ3	FØ3	GØ3
Other — Specify Community Center	E89	10,360	F89	G89
f		10,000		
g				
h.				

Please detail all payn	ental expenditu nents made to other gov pital care, highways, sch lumn (b) of part II.) <i>Ent</i> e	vernments for service	ort. etc. (Such amou	nts should be exclude	ed from expenditure	_
Item	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)	1	tem	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)
	(a)	(b)			(a)	(b)
1.			5.			
2.			6.			
-						
3.			7.			
4.			8.			
·	S, AND FORCE ACC				Amount (0	Omit cents)
	nditure for salaries and and wages paid on force			as	255	
or of particular agencies. <i>Include</i> special assessments on proper but guaranteed by your govern. When an advance refunding has reported as retired in the year of	ty owners (column (e)). ment if these sources a as resulted in a legal or	Report also genera re insufficient (colur an in-substance def	al obligations and any nn (f)). feasance, the debt m	y debt backed by pled nay be considered ex	dged resources	
			AMOUNT, BY PUI	RPOSE (Omit cents)		
	Outstanding at beginning of fiscal	DURING F	ISCAL YEAR	Outstanding total (a) plus (b)	OUTST	NG-TERM DEBT ANDING
	year	Issued	Retired	minus (c)	Revenue and nonguaranteed bonds	Guaranteed bonds
	(a)	(b)	(c)	(d) 49U	(e)	(f)
a. Sewer debt	19U	29U	39U	49U	44U	41U
b. Water supply system debt	138,450	29U	16,333	122,117	44U	41U
c. Electric power system debt	19U	29U	39U	49U	44U	41U
d. Gas supply system debt	19U	29U	39U	49U	44U	41U
e. Transit						410
f. Industrial revenue and pollution control debt	19T	24T	34T	44T	44T	
g. All other purposes	19U	29U	39U	49U	44U	41U
2. Short-term (interest-beari interest-bearing warrants, and	ing) debt — Tax antic	cipation notes, bond	anticipation notes,		•	Omit cents)
accounts payable and other no	ninterest-bearing obliga		iess — Exclude		61V	
a. Amount outstanding at begin	nning of fiscal year				64V	
b. Amount outstanding at end	of fiscal year	END OF FIGOR	VEAR			
Report separately for investments in Federall investments at car housing and industria	each of the three types al Government, Federal rying value. <i>Include in t</i> al financing loans. Exclu held pursuant to an adv	of funds listed belo l agency, State and the sinking fund tota de accounts receiva	ow, the total amount of local government, and any mortgages and able, value of real pro-	nd non-governmental I notes receivable he operty, and all non-se	securities. Report ld as offsets to ecurity assets.	
	Type of	fund				d of fiscal year
Sinking funds — Reserves sinking fund and revenue bond of long term debt.	held for redemption of lo	ong-term debt. All ca	ash held for statutory eld for redemption	1	WØ1	
of long-term debt. 2. Bond funds — Unexpended	proceeds from sale of 0	G.O. and revenue he	ond issues held		W31	
pending disbursement	,				W61	

 $\textbf{3.} \ \, \text{All other funds except employee retirement funds}$

4. Retirement systems - Single employer plans only

Preparer's firm name

Linda S. Woodruff CPA, PC

Address — Number and street				TELEPHONE	
PO Box 721578			Area code	Number	Extension
City	State	ZIP Code		000 0070	404
Oklahoma City	ОК	73172-1578	405	928-8270	104

Name of contact person/Email

Linda S. Woodruff, CPA | linda@lindawoodruff.com

COVERAGE OF THIS REPORT

Oklahoma Statutes, Section 17-105.1 of Title 11 require that municipalities include information relating to all of its duly constituted authorities. Copies of this form may be distributed to component units for their completion. Forms completed by component units should not be filed separately but should be returned to the appropriate municipality for inclusion in the report filed for the financial reporting entity. Such component units would include special districts, hospitals, boards, trusts, and authorities meeting the inclusion criteria of the statements reference above.

SUPPLEMENTARY INSTRUCTIONS FOR OKLAHOMA MUNICIPALITIES 2013 ANNUAL SURVEY OF CITY AND TOWN FINANCES

COVERAGE OF THIS REPORT

In addition to the fiscal activities of your general government, **include** the revenues, expenditures, assets and debt of the following types of agencies, if they are operative in your city or town.

- · City water districts
- · Medical center authorities
- · Joint airport boards
- · Municipal parking districts
- Rural water, sewer, gas, and solid waste management districts with ex officio boards
- · Public trusts (Title 60, Section 176 of the Oklahoma Statutes)
- · Separate road districts
- · Sewer districts
- Utilities authorities
- · Zoning districts

Part I — TAX REVENUES

This part refers to all city-imposed taxes. It does not include service charges, special assessments (such as those for paving districts), or interest earnings, fines, or any other sources which are not taxes or licenses

1. Property taxes (code TØ1)

Also include city-imposed ad valorem property taxes collected by the county and paid to the city for the repayment of G.O. bonds.

2. Local sales taxes

a. General sales tax (code TØ9)

Report revenue from city-imposed sales tax only. This tax is collected by the State and paid back to the city minus a small percentage withheld by the State for handling expenses. Be sure to enter only the amount of the check received from the State

b. Franchise fee or tax, public utilities (code T15)

Enter here any franchise tax collected from a private utility to operate within the city such as gas, electric, telephone, cable TV, etc.

d. Other — Specify any sales tax not mentioned above.

3. Licenses, permits, and other taxes

a. Occupation and business licensing and permits (code T28)

Enter here licenses and inspection charges on occupation and business.

b. Report only licenses and permits not included in 3a. (code T29)

${\bf Part~IA-INTERGOVERNMENTAL~REVENUE}$

1. General support

From State (code C3Ø) — Enter amount received from alcoholic beverage tax county distribution.

2. Streets and highways (codes C46, D46, and B46)

Enter receipts from commercial vehicle tags, gasoline tax, bus mileage tax, registration tags.

3. Health or hospitals (codes C42, D42, and B42)

In the appropriate column, list any intergovernmental revenues received for operation of a hospital, health facility, or health department, (grants, not loans) or funds received from other government jurisdictions for health services or facilities operated by your government.

4. Grants received for utilities (codes C91 to B91)

- Grants received for mass transit and/or bus systems (codes C94 to B94)
- **9. All other** (From State —code C-89; From Federal Government code B89)

Include in the appropriate box, receipts from various payments such as:

- · Park and recreation (BOR or HUD)
- · Community development and urban renewal
- · Civic defense
- · Water and sewer facilities
- · Manpower planning and utilization

Part 1B — OTHER REVENUE

3. Special assessment funds

Include —

- All transactions of special assessment funds established to finance streets, sidewalks, or other local improvements within the city.
- Assessments collected from property owners at part IB, item 3.
- Expenditure from improvements at part II. Report as capital outlay.
- Interest paid on special assessment obligations at part II, item 19e.
- Transactions of special assessment bonds at part V.
- Cash and security holdings of special assessment funds at part VI.

${\bf Part\ IV-SALARIES, WAGES, AND\ FORCE\ ACCOUNT}$

Report salaries and wages for all employees full- and part-time. Include salaries paid for employees of any utility owned and operated by your government. Report salaries in gross amounts before deductions for income taxes, Social Security, or retirement coverage.

Part V - DEBT OUTSTANDING, ISSUED, AND RETIRED

Also include industrial revenue or pollution control bonds, if issued by your city or town.

Hospitals — The following hospitals are classified as agencies of various municipal governments and their transactions should be included in the appropriate parts of this report.

Municipality Anadarko Bethany Carnegie Cleveland Clinton El Reno Fairfax Fairview Healdton Holdenville Lindsay Mangum Norman Okeene Pauls Valley Pawnee Sayre Seminole	Hospital Anadarko Municipal Hospital Bethany General Hospital Carnegie Tri-County Municipal Hospital Cleveland Area Hospital Clinton Regional Hospital Park View Hospital Fairfax Municipal Hospital Fairview Hospital Healdton Municipal Hospital Holdenville General Hospital Lindsay Municipal Hospital Mangum City Hospital Norman Municipal Hospital Okeene Municipal Hospital Pauls Valley General Hospital Pawnee Municipal Hospital Sayre Memorial Hospital
Sayre Seminole Tahlequah Watonga	Sayre Memorial Hospital Seminole Municipal Hospital Tahlequah City Hospital Watonga Municipal Hospital